COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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COVERED BRIDGE UTILITIES INC.'S

APPLICATION FOR A CERTIFICATE OF PUBLIC

CONVENIENCE AND NECESSITY

) CASE NO. 93-275

ORDER

IT IS ORDERED that Covered Bridge Utilities Inc. ("Covered Bridge") shall file the original and 12 copies of the following information with the Commission with a copy to all parties by January 10, 1994. Covered Bridge shall furnish with each response the name of the witness who will be available to respond to questions concerning each item of information requested should a public hearing be scheduled.

- 1. According to the 1992 Annual Report filed by Hayfield Utilities ("Hayfield"), the treatment plant that now serves the Countryside subdivision has a capacity of 95,000 GPD which theoretically could serve 238 residences. As Hayfield only serves 130 residences, could the excess capacity be used to serve the 80 new residences in the Meadows of Covered Bridge? If no, why not?
- 2. Has the Division of Water, or any other federal, state or local agency directed Hayfield to discontinue operations at its existing treatment plant? If yes, provide copies of any order, letter or other directive requiring the abandonment of the Hayfield treatment plant.

3. Does Covered Bridge have a written agreement with Hayfield regarding: 1) the quantity of treatment capacity reserved for Hayfield; or 2) the basis of determining the charges to Hayfield for utilization of the Covered Bridge treatment plant? If yes, provide copies of any agreements. If no written agreements exist but these issues have been the subject of oral agreements or understandings, explain in detail the substance of the agreements or understandings.

4. In Covered Bridge's responses filed on December 6, 1993, Item 6 states that Langan, Keith and Martin have agreed to reduce the interest rate from 11 percent to "the current market rate." Provide an amendment to Application Exhibit C (the Covered Bridge/LMK Agreement) that reflects the new interest rate.

5. Provide a revised loan amortization table reflecting the new agreed upon interest rate.

Done at Frankfort, Kentucky, this 21st day of December, 1993.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director